

**South Carolina Department of Insurance
Post Office Box 100105
Columbia, SC 29202-3105**

NOTICE

Date: January 1, 2006

To: Each Insurer or Other Entity with Securities on Deposit with this Department

From: Tim Campbell, Chief Financial Analyst

Subject: Notice of Requirement to Provide an Annual Report of Market Value of Securities as of June 30, 2006

Each insurer or other entity with securities deposited with this Department pursuant to S.C. Code Ann. Sections 38-9-80, 38-9-110, 38-15-30, or 38-33-130(A) is directed, pursuant to S.C. Code Ann. Section 38-13-160, to submit to this Department a report which shows the market values of all securities on deposit with the Department as of June 30, 2006. Each insurer or other entity with a Certificate of Deposit of securities held by its domiciliary state insurance department for the protection of all policyholders pursuant to S.C. Code Ann. Section 38-9-100 is not required to file the report unless it also has securities on deposit with this Department in addition to those in its home state.

The following information, in the format shown, should be included in the report for each security on deposit with this Department as of June 30, 2006:

Name of Insurer	Name of Issuer	CUSIP Number	Rate	Due Date	Par Value	Rate Used to Obtain Market Value	Market Value as of June 30, 2006

Signature of Officer

Date

IMPORTANT

The report should be mailed to the address shown above or sent via telecopier facsimile transmission to 803-737-6232 to the attention of Roberta Jenkins, Securities Custodian and must be received **by August 1, 2006**. Compliance with this Notice is the company's responsibility. **Failure to provide the report by August 1, 2006 will result in an administrative fine.** Questions regarding this Notice should be directed to Ms. Jenkins at (803) 737-6115 or rjenkins@doi.sc.gov.